

General Assembly

Raised Bill No. 281

February Session, 2016

LCO No. **1274**



Referred to Committee on INSURANCE AND REAL ESTATE

Introduced by: (INS)

AN ACT REQUIRING SITE-NEUTRAL REIMBURSEMENT POLICIES IN CONTRACTS BETWEEN HEALTH CARRIERS AND HEALTH CARE PROVIDERS.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- Section 1. Section 38a-472i of the general statutes is repealed and the
- 2 following is substituted in lieu thereof (*Effective October 1, 2016*):
- 3 [Each insurer, health care center, hospital service corporation,
- 4 medical service corporation or fraternal benefit society that delivers,
- 5 issues for delivery, renews, amends or continues an individual or
- 6 group health insurance policy providing coverage of the type specified
- 7 in subdivisions (1), (2), (4), (11) and (12) of section 38a-469 in this state,
- 8 and contracts directly with a physician or physician group or
- 9 physician organization to provide medical services under such policy
- 10 shall, at such contracted physician's or physician's group's or
- 11 physician's organization's request, establish a payment amount for the
- 12 physician's professional services component of colonoscopy or
- 13 endoscopic services covered under such policy, that is the same
- 14 regardless of where the physician's professional services are

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15 performed. Such payment amount for the physician's professional 16 services shall not be less than the amount that would otherwise be 17 paid to such contracted physician or physician group or physician 18 organization if the services are performed at a facility other than an 19 outpatient surgical facility, as defined in section 19a-493b. Nothing in 20 this section shall prohibit a contracted physician or physician group or 21 physician organization from agreeing to a different payment 22 methodology for colonoscopy or endoscopic services.]

- 23 (a) Each health insurer, health care center, hospital service 24 corporation, medical service corporation, preferred provider network 25 or other entity that contracts with health care providers to provide 26 health care services to its insureds or enrollees, shall include in each 27 such contract that is entered into, renewed or amended on or after 28 October 1, 2016, site-neutral reimbursement policies as recommended 29 by the Medicare Payment Advisory Commission's June 2013, Report to 30 the Congress: Medicare and the Health Care Delivery System, as 31 updated from time to time. Such reimbursement policies shall, at a 32 minimum, (1) require reimbursement that is the same for all health 33 care providers regardless of where the services are performed for (A) 34 evaluation and management visits, (B) services classified by said 35 commission as Group 1 ambulatory payment classification in said 36 report, and (C) ambulatory surgical procedures and services identified 37 by said commission as appropriate for equal reimbursement, and (2) limit reimbursement differentials to only the amount necessary for the 38 39 actual cost of packaging ancillary services for services classified by 40 said commission as Group 2 ambulatory payment classification in said 41 report.
 - (b) Each contract under subsection (a) of this section shall include a conspicuous statement that the contract complies with site-neutral reimbursement policies as required by law.

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This act shall sections:	This act shall take effect as follows and shall amend the following sections:		
Section 1	October 1, 2016	38a-472i	

Statement of Purpose:

To require site-neutral reimbursement policies to be included in contracts between health insurers and other entities that contract with health care providers for the provision of health care services.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]

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